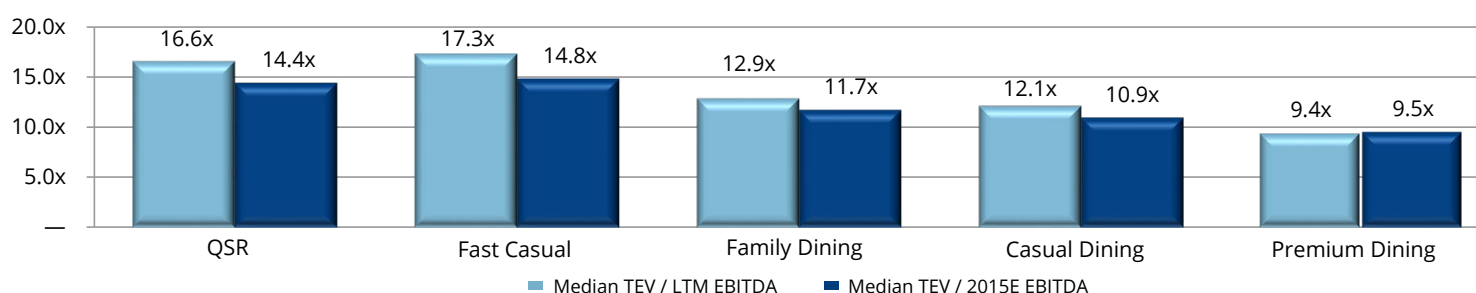




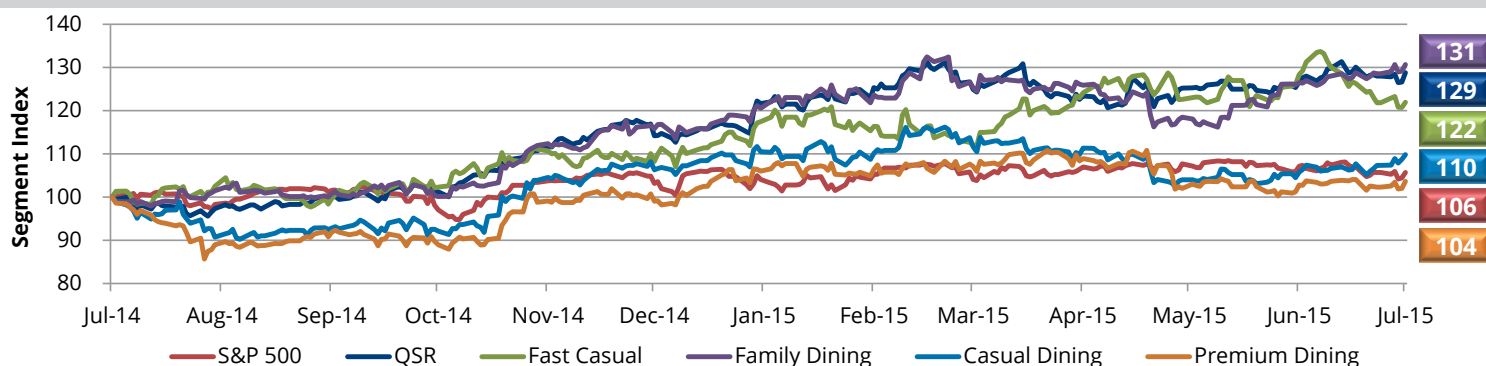
Restaurant Industry Commentary

Same store sales inched up to 2.1% in June, bolstered by increasing average checks, despite another month of declining traffic (1.5%). Like many others involved in the industry, we'll be very interested to see how proposed minimum wage hikes play out in key geographies nationwide over the next few years. In combination with the US consumer's rapidly increasing demand for natural ingredients, we believe that a clear set of top players will begin to emerge from the pack. In our minds, the beneficiaries of these trends will be those who can effectively drive customer loyalty and a willingness to pay higher prices via technology, best-in-class marketing, enhanced customer service and a shift towards transparency in their ingredients. M&A and investment activity remains strong in the industry. Recent growth capital investments include **Roark Capital** in **Naf Naf Grill**; **Alliance Consumer Growth** and **Union Square Hospitality** in **Tender Greens**; and a consortium, including the former CEO of Smashburger, in **Tava Indian Kitchen**. Additionally, control transactions included the sale of **Pepper Dining** to **Brinker International (NYSE:EAT)** for **\$160.5 million**; the acquisition of 24 restaurants by multi-brand franchisee **KBP Foods**; and the acquisition of **48 TGI Friday's** by **JIB Management**.

Current Restaurant Valuations by Price Point (TEV / EBITDA)



Public Market Performance (Latest Twelve Months)



Recent Restaurant M&A Activity

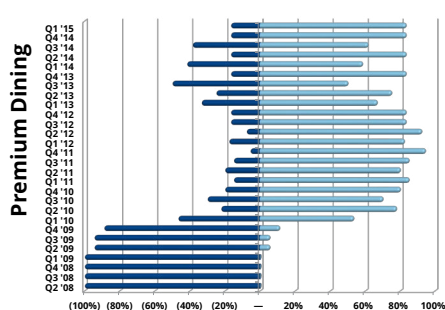
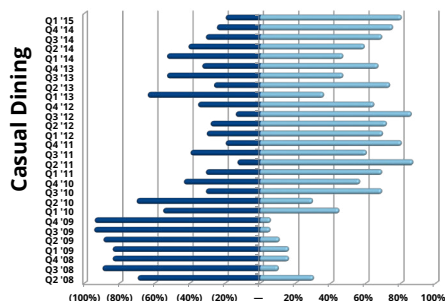
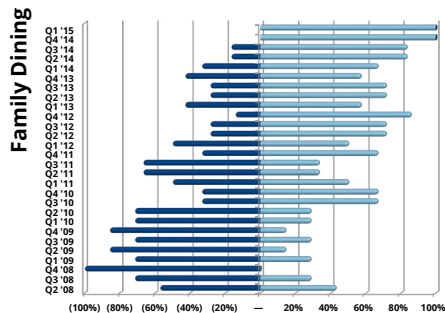
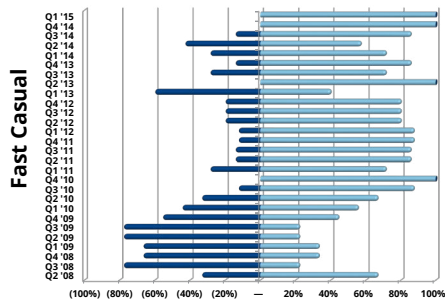
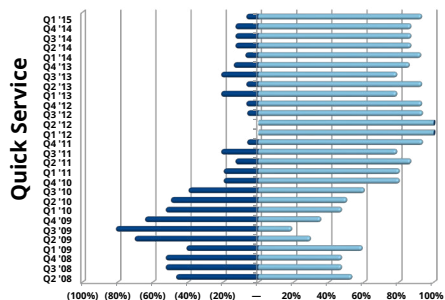
(\$ in millions)

Closed / Announced	Target	Acquiror	Enterprise Value	EBITDA / Value Multiple			Industry Segment
07/14/2015	Tender Greens	Alliance Consumer Growth; Union Square Hospitality Group	NA	NA	/	NA	Fast Casual
07/07/2015	Fazoli's System Management, LLC	Sentinel Capital Partners, L.L.C.	NA	NA	/	NA	Fast Casual
07/07/2015	TGI Friday's 48 Restaurants in Midwest	JIB Management, Inc.	NA	NA	/	NA	Casual
06/30/2015	24 Fast Food Restaurants in South	KBP Foods, LLC	NA	NA	/	NA	QSR
06/25/2015	Pepper Dining, Inc.	Brinker International, Inc. (NYSE:EAT)	\$160.5	NA	/	NA	Casual
06/18/2015	Tava Indian Kitchen, LLC	Agilic Capital LLC	NA	NA	/	NA	Fast Casual
06/15/2015	Saladworks, LLC	Centre Lane Partners	NA	NA	/	NA	Fast Casual
06/11/2015	6 Buffalo Wild Wings Restaurants	Buffalo Wild Wings Inc. (NasdaqGS:BWLD)	NA	NA	/	NA	Casual
06/09/2015	Naf Naf Grill, LLC	Roark Capital Group	NA	NA	/	NA	Fast Casual
05/27/2015	18 TGI Friday's in Miami and Charlotte	Jackmont Hospitality	NA	NA	/	NA	Casual
05/22/2015A	Frisch's Restaurants, Inc. (AMEX:FRS)	NRD Capital Management	\$170.0	\$23.60	/	7.2x	QSR

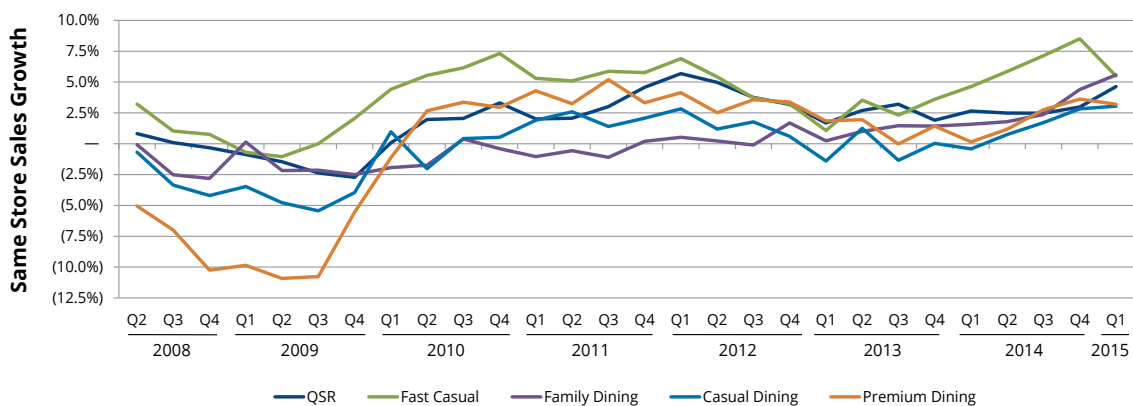
Indices consist of all publicly-available information for restaurant operators in their respective price points. For full listing, please contact the TM Capital Restaurant Practice.

Quarterly Gainers & Losers by Price Point

Decliners / Gainers



Same Store Sales by Price Point



Selected TM Capital Restaurant Experience

BURGER KING Oldco
a portfolio company of
PNC RIVERARCH CAPITAL
has sold a portfolio of restaurants to
Burger Gulf Coast, LLC

BURGER KING Oldco
a portfolio company of
PNC RIVERARCH CAPITAL
has acquired
FAST FOOD ENTERPRISES #2, LLP
A FRANCHISE OF THE BURGER KING CORPORATION

PNC RIVERARCH CAPITAL
has acquired
BURGER KING Oldco
a portfolio company of
EQUICORP Partners

Smith & Wollensky
has been acquired by
BUNKER HILL CAPITAL
and
PATINA RESTAURANT GROUP

BACK BAY RESTAURANT GROUP
has sold
Atlantic Fish
Coach Grill
to
TAVISTOCK GROUP

BACK BAY RESTAURANT GROUP
has sold
PAPA RAZZI TRATTORIA BAR
to
NHC

Arbys
a subsidiary of
TRIARC
has acquired
RTM RESTAURANT GROUP

BENIHANA THE JAPANESE STEAKHOUSE
has paid a 50% common stock dividend

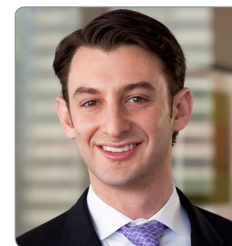
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